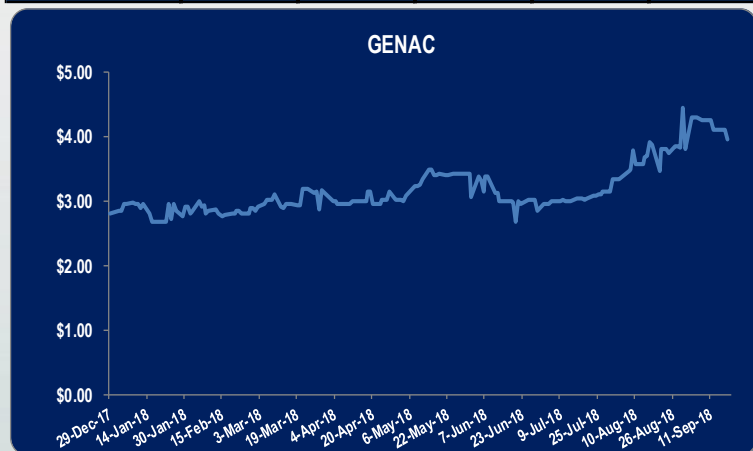


DAILY RECOMMENDATION

LOCAL STOCK MARKET: (J\$) ⁺

| Stock Symbol | GENAC | CAC | PTL | ECL | CCC |
|---------------------------|--------|--------|-------|--------|--------|
| Current Price (\$) | 4.37 | 11.00 | 2.63 | 8.20 | 48.68 |
| Trailing EPS (\$) | 0.30 | 0.95 | 0.04 | 0.27 | 1.28 |
| P/E (times) | 14.62 | 11.56 | 69.17 | 30.45 | 38.04 |
| Projected P/E | 17.59 | 11.11 | 60.93 | 28.69 | 17.85 |
| Projected EPS (\$)* | 0.25 | 0.99 | 0.04 | 0.29 | 2.73 |
| Book Value per share (\$) | 1.96 | 3.76 | 0.48 | 0.51 | 11.75 |
| Price/Book Value (times) | 2.23 | 2.92 | 5.48 | 16.19 | 4.14 |
| Dividend Yield (2018 %) | N/A | 0.73% | N/A | 6.10% | N/A |
| Volumes | 25,000 | 11,761 | NIL | 29,858 | 20,450 |
| Recommendation | HOLD | BUY | SELL | SELL | HOLD |



STOCK OF THE DAY: General Accident Insurance Company Limited (GENAC)

For the six months ended June 30, 2018:

General Accident Insurance Company Limited (GENAC) reported Net Premium Written of \$839.89 million, a 25% increase from the \$673.34 million reported in 2017. This increase was driven by a 2% increase in Gross Premium Written to \$4.65 billion for the period, up from the \$4.55 billion in 2017. In addition, Reinsurance ceded declined by 2% totaling \$3.75 billion relative to \$3.82 billion in 2017. Excess of Loss Reinsurance Cost however remained the same at \$53.57 million (2017: \$53.57 million).

Net Changes in Unearned Premiums for the period totaled \$72.62 million, compared to \$55.57 million that was recorded last year. This resulted in Net Premium Earned of \$767.27 million for the period relative to \$617.77 million in 2017, a 24% increase. Net premium earned for the quarter totaled \$402.61 million, a 28% increase on the \$313.71 million reported for 2017's corresponding quarter.

Commission Income went up by 34% for the six months ended June 30, 2018, from \$250.97 million in 2017 to \$336.18 million, while Commission Expenses increased by 28% from \$169.12 million to \$216.18 million.

Claims Expenses saw a 5% decline, closing the period at \$513.20 million (2017: \$539.04 million), while Management Expenses rose 29% to total \$352.44 million from \$272.23 million in 2017.

As a result, GENAC reported an underwriting loss of \$7.67 million for the period compared to a loss of \$67.95 million in 2017.

Investment Income closed at \$84.79 million, moving down 6% when compared with last year's \$90.45 million. Other Income however grew significantly to \$58.32 million for the period relative to \$3.41 million in 2017.

In addition, other operating expenses went up by 46% to total \$20.90 million for the period relative to \$14.33 million in 2017.

Profit before Taxation amounted to \$114.53 million (2017: \$11.58 million). Taxation for the period was \$19.09 million (2017: \$3.24 million). Consequently, Net Profit totaled \$95.44 million relative to \$8.34 million in 2017; representing a 1044% increase. Net profit for the quarter totaled \$66.38 million, a 836% surge relative to \$9.02 million reported in 2017.

As such, EPS for the period is \$0.09 (2017: \$0.01). The twelve-month trailing EPS amounted to \$0.30. The number of shares used in our calculations amounted to 1,031,250,000 units. GENAC's stock price last traded at \$3.68.

⁺Prices are as at September 18, 2018 *Projections are made to the company's financial year end

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

| | PURCHASE RATE | | | SALES RATE | | |
|------|---------------|---------|--------------|------------|---------|--------------|
| | Highest | Lowest | Weighted | Highest | Lowest | Weighted |
| | | | Average Rate | | | Average Rate |
| USD | 137.500 | 103.330 | 135.2994 | 147.930 | 100.000 | 136.6038 |
| CAN | 106.000 | 75.450 | 105.1045 | 120.960 | 96.000 | 105.5553 |
| GBP | 178.500 | 154.290 | 174.6574 | 207.720 | 167.000 | 179.4721 |
| EURO | 157.650 | 115.500 | 150.8883 | 184.800 | 152.000 | 159.6385 |

*Rates as at September 17, 2018

MONEY MARKET

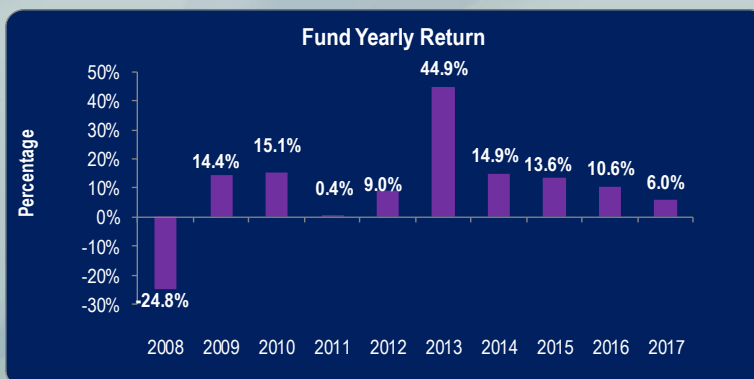
The Jamaican dollar fixed income market was liquid in today's (September 18, 2018) trading session. The overnight rate stood at 0.85% to 1.25%, while the 30-day rate ranged between 1.40% and 1.60%.

The US dollar fixed income market was also liquid during today's (September 18, 2018) trading session; The overnight market rates were quoted at 1.20% while the 30-day market rates stood at 1.60% to 1.80%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Small Companies Fund

This fund's objective is to seek above-average capital growth. It invests primarily in equity and equity-related securities of small to mid-capitalization North American companies. The fund has a 3 year return of 8.9% and a 5 year return of 13.6% as at August 31, 2018. The Fund also has a 10 year return of 10.1%.



U.S.: Trump Tariffs Set Stage for Drawn-Out Trade Battle With China

"President Donald Trump's decision to elevate his trade war with China to new heights sets the stage for a more prolonged battle between the world's two largest economies. With a 10 percent tax on over 5,000 more products from China now taking effect next week, Trump changed the character of his campaign with Beijing in three ways, all of which suggest the dispute will not end soon. The Trump administration is for the first time publicly planning for a trade spat that drags into 2019 and possibly beyond. That means U.S. businesses and consumers may have to learn to live with higher import costs as a new normal rather than a temporary phenomenon. Until now the president argued he was using tariffs as a tool to force U.S. trading partners to the negotiating table. Tariffs, the argument went, are all about securing a "better deal" for American businesses and workers on the global stage. In announcing the latest levies on Monday, Trump hinted at that argument again, pointing to his "great respect and affection" for Xi Jinping, his Chinese counterpart, and raising the possibility of a negotiation. But he also signalled that he was digging in for the long haul. The 10 percent tariff that takes hold on Sept. 24 will rise to 25 percent on the first day of 2019. Moreover, if Beijing retaliates, Trump vowed to impose duties on a further \$267 billion in Chinese imports."

<https://www.bloomberg.com/news/articles/2018-09-18/trump-tariffs-set-stage-for-drawn-out-trade-battle-with-china?srnd=economics-vp>

PLATINUM PORTFOLIO

| Platinum Portfolio Yield Measures as at September 17, 2018 | |
|--|----------------|
| | Percentage (%) |
| Yield to Maturity | 5.93 |
| Weighted Average Coupon | 5.60 |
| Current Yield | 5.79 |

The platinum portfolio has an effective maturity of 15.60 years and duration of 5.74 years.

DISCLAIMER

Analyst Certification -The views expressed in this research report accurately reflect the personal views of Mayberry Investments Limited Research Department about those issuer (s) or securities as at the date of this report. Each research analyst (s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendation (s) or view (s) expressed by that research analyst in this research report.

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MIL Ratings System:

BUY: We believe the stock is attractively valued. The company has sound or improving fundamentals that should allow it to outperform the broader market. We anticipate the stock will outperform the market over the next 12 months. The risk factors to achieving price targets are minimal.

HOLD: We believe the stock is fairly valued at the current price. The company may have issues affecting fundamentals that could take some time to resolve. Alternatively, company fundamentals may be sound, but this is fully reflected in the current stock price. The risk factors to achieving price targets are moderate. Some volatility is expected. In addition, technically it may be difficult to attain additional volume of the stock(s) at current price.

SELL: We believe the stock is overpriced relative to the soundness of the company's fundamentals and long-term prospects.

SPECULATIVE BUY: We believe the prospects for capital appreciation exist, however there is some level of uncertainty in revenue growth.

Source: www.jamstockex.com, www.bloomberg.com, www.investopedia.com, www.tradewire.com

Europe: Russia Drops Bond Sale for Third Week in Bid to Stabilize Market

"Russia's finance ministry said it will cancel this week's regular sale of ruble bonds even as the currency steadies after a rout last month sent it to the weakest level in more than two years. No auction will be held on Sept. 19 in order to help "bring stability to the debt market," the finance ministry said in a statement posted in its website. The move chimes with the wary stance taken by Russia's central bank late last week, when it unexpectedly chose to raise interest rates to limit potential future inflationary risks. Russian policy makers are opting for caution in the face of new sanctions being discussed in Washington. In their harshest form, the penalties could block sales of new sovereign debt and shut the nation's biggest banks out of the global financial system. With high oil prices boosting revenue from oil exports, the finance ministry can easily afford not to push ahead with sales. "I don't see anything bad about this decision," said Andres Vallejo, head of trading at National Asset Management in Moscow. "There won't be any threat to the budget even if they keep skipping auctions until the end of the year." A "miserly" 1 billion rubles (\$15 million) of bonds remains to be redeemed by the end of the year, Konstantin Vyshkovsky, head of the Finance Ministry's debt department, said earlier this month."

<https://www.bloomberg.com/news/articles/2018-09-18/russia-skips-bond-sale-for-third-week-in-bid-to-stabilize-market?srnd=premium>

STRUCTURED PRODUCT

Mayberry Managed Equity Portfolio (MMEP)

We offer a managed equity portfolio for both institutions and individuals. The MMEP is a full discretionary managed portfolio of a diversified group of stocks. The stocks included in the portfolio represent Mayberry's top recommended stocks. Persons who find it difficult to manage their equity portfolios on a day to day basis should consider the MMEP. Further, the MMEP is for individuals and institutions who would like to pursue a medium to long term equity strategy.